App. F. IX-4

Previous References

1930-31
(G.I.)

File No. 141-30
Serial Nos. 1 to 6

PRESERVED

Later References
G2 100-32 (9470)
G.I. 404-33 (1-2)

General and Revenue Secretariat.

Serial Nos. 6

P-10
(E)

Part B for April 9 31

SUBJECT.

Cash loans to Mysore State Life Insurance Policy Holders

No. R 7721-7780 dt 11.4.931 to the Comptroller, Madras, M.S. & D. Gen., the other Heads of Departments, the Secretaries to Govt., the Dy. Comms. of Districts, the Compiler, Mysore Gazette

Sanctions the modification of rule 27 & the introduction of a new rule 28 in the matter of granting cash loans to policy holders in the Public Branch of certain Constituents

5341
Pl

App. F. III—2]

General and Revenue Secretariat — File No 141 of 1930

Serial No. 1

From the Secy. Mysore State Life Insurance Committee Bangalore

No 13014, d 9-2-1931.

Forward a copy of resolution No 4 passed at the meeting of the Committee held on 31-1-1931 on the matter of granting Cash loans to Policy holders in the Public Br and request the modification of Rule 27 and the introduction of a new rule 28 and submit with a view for approval or other orders.

6617(2)
12/2

W
12/2

2 Dft matter

And
16/2/31

Fldsey)
31-1- member) 9/2/31

4

OF THE
MEMBER OF COUNCIL
20 FEB. 1931
No. 41

4 I have made some verbal changes in the rules.

5 Please see Sub rule 2 of Rule 27 and Sub-rule 3 of Rule 28. In the latter dates for payment of half-yearly interest are fixed but not in the former. Is there any significance in this distinction?

Sub rule 5 of Rule 28.

6 Can not a lost policy be replaced by a new one? If so does not the rule require some amplification to make the intention clear?

NOTE—Contn. Sheet

WD 02553—50,000—GPB—8-7 30

Recd in
7.3.1931
pm

Mins
25/2/31

General and Revenue Secretariat — File No. 111 of 1930.

Serial No.

1) The Ins office has informally Computed

2) Re para 5 Containing Members minutes; it is submitted that there is no distinction significance in the distinction resp to Rule 2 of New Rule 27 is a Verbatim Copy of the existing Rule with the modification of the portion relating to interest (existing rate is 1½ pies per rupee Re per month, while the proposed rate is 1 3/25 pies) It is a print for Cmstrs & users whether as in sub Rule 3 of New Rule 28, The dates of payment of half yearly interest viz 1st Jany & 1st July of every year, may not be inserted in the proposed sub Rule 2 of Rule 27—

(Copy of The P.B & G. Rules)

3) Re para 6, it is respectfully submitted that there seems to be some object in using the word "lost" policy If an assignment of a P.B Policy has been made, intimated and registered in the Ins office, owing to the loss of the original document and if a Copy thereof is applied for, it will be granted with a certified of assignment duly endorsed thereon. If the assignment of the orl policy is not registered in the Ins office,

NOTE—Contn. Sheet.

WD 02553—G PB—50,000—8 7 30

and in the place of loss etc. of the orgl. Policy, a copy is applied for, it will be secured without the certificate of ~~endorsement~~ assignments on the authority of the Copy, if Cash loans are taken by the Policy holder, the loan advanced by the Post, will not be a primary charge, as there will be a prior debt already ~~subsist~~ subsisting on the hypothecation of the orgl. Policy.

Submitted

Sub-rule (5) of rule 28 may perhaps be amplified as hereunder:—

10.3.1931. "No loan will be granted on the security of a lost policy or a copy thereof".

Submitted with reference to 1st member's minute § 23.2.31

NW 1/3

23.3

Secy

To Secy Drafting Committee for favour of remarks.

10.3.31

1931 D 1733

Returned with compliments with the initiation that addition of "a copy thereof" as proposed above makes the point clear.

Mahalwarnavis
Secretary

16/3/31

Will by Secy I.C kindly speak to me

20/3/31

Serial No.

17) I have discussed with the Dy Secy the following replies are put up with reference to the Members minute of 25.2.31.

Re Para 5. - Rule 27 - sub rule 2 may be amplified, so as to correspond with Rule 28 sub rule 3. There was no significance in leaving the ~~forms~~ as it stands.

Para 6. There ~~appears~~ is no risk ~~involved~~ in advancing cash loans on the security of a Life Policy, and even the ~~re~~ duplicate of the policy may be retained. The points are not ~~in~~ the letter. The amendment suggested in the Minute above may be adopted.

18) 1st minute h 25.3.31

19) [illegible] 24/3/31 h

20) Dft. G.O. already put up (with pencil additions to the Sanctn. Rules as indicated above) is submitted for orders.

21) [illegible] 29/3/31

22) h 29/3/31

(drawn)

(6) To the Comptr., Res Secy, Heads of Depts, Secys to Govt., D.Cs of Dists & the Comptrs.

G.O. No. 7721-80 dt 15.4.31.

Sanctions the Commrs Resolution in the matter of granting Cash Loans to Policy Holders.

Press Srs

NOTE—Contn. Sheet

Printed copy please

Rec B [illegible]

-8/7/31

OFFICE OF THE FIRST MEMBER OF COUNCIL
21 MAR 1931
No. 606

WD 02553—50,000—GPB—8-7 30

File No. of 193

General and Revenue Secretariat

5341

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O. 20]

FINANCIAL BRANCH
11 FEB. 1931
GENL. & R.V. SECTT.

OFFICE OF THE SECRETARY,
MYSORE STATE LIFE INSURANCE COMMITTEE.

No. 13014
&c. 1

Bangalore, dated 7th February 1931

9

FINANCIAL SECRETARY
9 FEB. 1931

Ft. 141-30-1

FROM

S. SHAMANNA, Esq., B.A.,

The Secretary, Mysore State Life Insurance Committee,
Bangalore.

To

RAJASEVAPARAYANA
B. Srinivasa Iyengar, Esq., B.A., B.L.,
Financial Secretary to Government
of Mysore, BANGALORE.

SIR,

In forwarding herewith a copy of Resolution No.II passed at the meeting of the Insurance Committee held on 31-1-1931 in the matter of granting cash loans to Policy holders in the Public Branch on certain conditions, I have the honour to request the favour of sanction of Government for modifying Rule 27 and introducing a new Rule 28, as noted therein.

I have the honour to be,

Sir,

Your most obedient servant,

For SECRETARY, 7/2/1931
INSURANCE COMMITTEE.

MN.
KR.

6

Proceedings of the meeting of the Mysore State Life Insurance Committee, held on Saturday the 31st January 1931.

II. Consideration of the draft rules.

Resolved that the draft rules for the grant of cash loans as now revised, be approved and submitted to Government for sanction.

Existing Rule

Cash Rules as modified.

Rule 27. Loans for adjustment of premiums due on policies are granted on the following conditions:-

Rule 27 Loans on Policies are granted on the following conditions:

1) Advances will be limited to the Surrender Value or one year's premium whichever is less.

1. Advances limited to

2) Interest on such advances ~~will~~ should be ~~recoverable~~ paid in cash at 7% per annum and should be paid once in six months in advance on 1st Jan. and 1st July of every year. Double the rate of interest specified above will be charged on overdue interest.

2. ...

3) Policies in respect of which advances are asked for should have been in force for atleast one year, at the time of application for loan

3.

4) Advances will be treated as a primary charge on the sum assured and will be deducted at the time of settlement of claim, ~~but~~ however it is open to the borrower to repay the loan in cash at any time before the policy becomes a claim.

4.

5.

Rule 28. Cash loans ~~for other purposes~~ may also be granted under the following conditions:-

Loans a Claim —

1) Cash loan ~~will~~ may be granted only when no advance granted under the previous rule is outstanding.

2) The amount of loan will be limited to 50% of the Surrender Value and no loan for less than Rs. 50/- will be granted.

3) Interest on ~~such~~ The loan ~~will~~ should be ~~recoverable~~ paid in cash at 7% per annum and should be paid once in six months in advance on 1st January and 1st July of every year. Double the rate of interest specified above will be charged on overdue interest.

4) The policy in respect of which a loan is asked for should have been in force atleast for five years, at the time of application for loan.

5) No loan will ~~not~~ be granted ~~issued~~ on the Security of lost policies or a copy thereof.

6) Loan will be treated as a primary charge on the sum assured and will be deducted at the time of settlement of claim, ~~but~~ however it is open to the borrower to repay the loan in cash at any time before the policy becomes a claim.

DEPUTY SECRETARY. 9/2/31

MIN)

Please file in M. File No. 18.

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS
THE MAHARAJA OF MYSORE.

Read :---

Letter No.2871 dated 3rd August 1929 from the Secretary, Mysore State Life Insurance Committee, requesting sanction of Government to amend para 3 of Rule 27 of the Public Branch Rules relating to "Loans", as proposed in the following Resolution of the Committee.

[nterest on such advances will be recoverable in cash at 1½ pies per rupee per mensem and should be paid onc in six months. Double the rate of interest specified above will be charged on overdue interest."

----:oOo:----

ORDER No. Fl. 1021-2

dated, Bangalore, the 13th August 1929.

S a n c t i o n e d.

Sd/- A. N. Raghavachar,

For Financial Secretary
to Government.

To

The Secretary, Mysore State Life Insurance Committee.
The Comptroller to the Government of Mysore.

----- C O P Y -----

circulate among the ~~members of the staff~~ Official of P. B. for information

21/8/29

~~For DEPUTY SECRETARY.~~

DVP)

21/8/29 21.8.29 21/8/29

21/8 Asap 21.8.29. 22.8.29. Bulk 21/8/29.

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G.R.S. App. F VI G-2]

SUBJECT .....

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Diary No. of letter replied to.....

Sec. G.77

File No. 141-30

Serial No. 6

General and Revenue Secretariat

( )

the *193*

Proceedings of the Government of His Highness the Maharaja of Mysore.

Date of issue 15/4/31

Signed by Mr M Raghavachar

Read—

Letter no 13014 Dy 9-2-1931 forwarding a copy of the Resolution as per appendix no II passed at the meeting of the Insurance Committee held on 31-1-31 in the matter of Granting Cash loans ~~Order Thereon No.~~ to Policy holders in the Public Branch on Certain Conditions and requesting sanction for the modification of Rule 27 and the introduction of a new Rule

Order no 7721 D.

Sanctioned.

2) The existing rule & the rules as ~~redrafted~~ are indicated in the accompanying statement.

2/3/31 Financial Secy to G

May this be

(i) Printed ?

(ii) treated as a standing order ?

(iii) published in the Gazette, English Part?

(iv) translated ?

(v) placed at the disposal of the press ?

(vi) published in the Gazette, Kannada Part ?

To The Comptroller
The Secy/Ins. Committee
The Heads of Depts.
The Secys to Govt
The Secy of Do.
The Compiler for Publication in the Gazette

9

Government of his highness the Maharaja of Mysore.

FINANCIAL DEPARTMENT.

G. O. No. Fl. 7721-7780—G. F. 141-30-6, dated 9—11th April 1931.

Cash Loans to Policy Holders.

Sanctions the modification of rule 27 and the introduction of a new rule 28 in the matter of granting——in the Public Branch on certain conditions.

READ—

Letter No. 13014, dated 9th February 1931, forwarding a copy of resolution No. II passed at the meeting of the Mysore State Life Insurance Committee held on 31st January 1931, in the matter of granting cash loans to policy holders in the Public Branch on certain conditions and requesting sanction to the modification of rule 27 and the introduction of a new rule 28.

ORDER NO. FL. 7721-7780—G. F. 141-30-6, DATED 9—11th APRIL 1931.

Sanctioned.

2. The existing rule and the rules as modified and added to are indicated in the accompanying statement.

B. SRINIVASA IYENGAR,
Financial Secretary to Government.

To—The Comptroller to Government.
The Secretary, Mysore State Life Insurance Committee.
The Other Heads of Departments.
The Secretaries to Government.
The Deputy Commissioners of Districts.
The Compiler, *Mysore Gazette.*

Exd.—P.S.R.N.

No. FL. 7721-7780—G. F. 141-30-6, DATED 9—11TH APRIL 1931.

EXISTING RULE.

Rule 27:—Loans on policies are granted on the following conditions:—

1. Advances applied for will be for adjustment towards premium due by the insured.

2. Such advances will be limited to the Surrender Value or one year's premium whichever is less.

3. Interest on such advances will be recoverable in cash at one and half pies per rupee per mensem and should be paid once in six months. Double the rate of interest specified above will be charged on overdue interest.

4. Policies in respect of which advances are asked for should have been in force for at least one year at the time of application.

5. Advances will be treated as primary charge on the sum assured and will be deducted at the time of settlement of claim, but it is open to the borrower to repay the loan in cash at any time before the policy becomes a claim.

SANCTIONED RULES AS MODIFIED.

Rule 27:—Loans for adjustment of premium due on policies are granted on the following conditions:—

1. Advances will be limited to the Surrender Value or one year's premium whichever is less.

2. Interest on such advances should be paid in cash at 7 % per annum and should be paid once in six months in advance on 1st January and 1st July of every year.

3. Policies in respect of which advances are asked for should have been in force for at least one year at the time of application for loan.

4. Advances will be treated as a primary charge on the sum assured and will be deducted at the time of settlement of claim. It is however open to the borrower to repay the loan in cash at any time before the policy becomes a claim.

Rule 28:—Cash Loans may also be granted under the following conditions:—

1. A cash loan may be granted only when no advance granted under the previous rule is outstanding.

2. The amount of loan will be limited to 50 % of the surrender value and no loan for less than Rs. 50 will be granted.

3. Interest on the loan should be paid in cash at 7 % per annum and should be paid once in six months in advance on 1st January and 1st July of every year. Double the rate of interest specified above will be charged on overdue interest.

4. The policy in respect of which a loan is asked for should have been in force at least for five years at the time of application for loan.

5. No loan will be granted on the security of a lost policy or a copy thereof.

6. Loan will be treated as a primary charge on the sum assured and will be deducted at the time of settlement of claim. It is however open to the borrower to repay the loan in cash at any time before the policy becomes a claim.

WD 2186—GPB—425—30-4-31